

OMB APPROVAL	
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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person * <u>HILL RALPH A</u> (Last) (First) (Middle) <u>ONE WILLIAMS CENTER</u> (Street) <u>TULSA OK 74172</u> (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <u>WILLIAMS COMPANIES INC [WMB]</u>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <u>Sr. Vice President E&P</u>
	3. Date of Earliest Transaction (Month/Day/Year) <u>03/03/2006</u>	
4. If Amendment, Date of Original Filed (Month/Day/Year)		

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
				Code	V	(A)	(D)	Date Exercisable	Expiration Date						Title
Deferred Stock	\$21.67	03/03/2006		A		13,210		03/03/2009	03/03/2009	Common Stock	13,210	\$21.67	81,870	D	
Deferred Stock ⁽¹⁾	\$21.67	03/03/2006		A		26,420		03/03/2009	03/03/2009	Common Stock	26,420	\$21.67	108,290	D	
Employee Options (Right to Buy)	\$21.67	03/03/2006		A		10,162		03/03/2007	03/03/2016	Common Stock	10,162	\$21.67	236,463	D	
Employee Options (Right to Buy)	\$21.67	03/03/2006		A		10,163		03/03/2008	03/03/2016	Common Stock	10,163	\$21.67	246,626	D	
Employee Options (Right to Buy)	\$21.67	03/03/2006		A		10,163		03/03/2009	03/03/2016	Common Stock	10,163	\$21.67	256,789	D	

Explanation of Responses:

1. Vesting subject to reporting person's continued employment with the Company and compensation committee certification that the Company has met performance measures over a three year period. The committee will establish the specific performance measures in the first 90 days of each year.

Remarks:

Cher S. Lawrence, Attorney-in-Fact for Ralph A. Hill 03/07/2006

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.